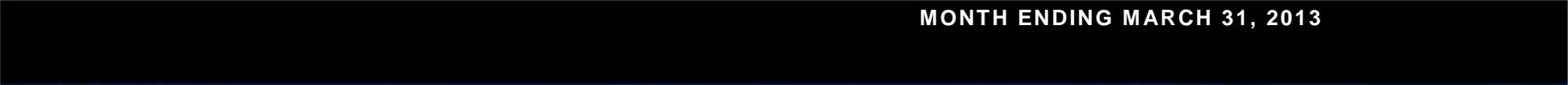




# CalPERS

## *Total Fund Monthly Update*



MONTH ENDING MARCH 31, 2013



## **CalPERS Total Fund Monthly Update**

Month Ending March 31, 2013

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Asset Allocation and Unfunded Commitments

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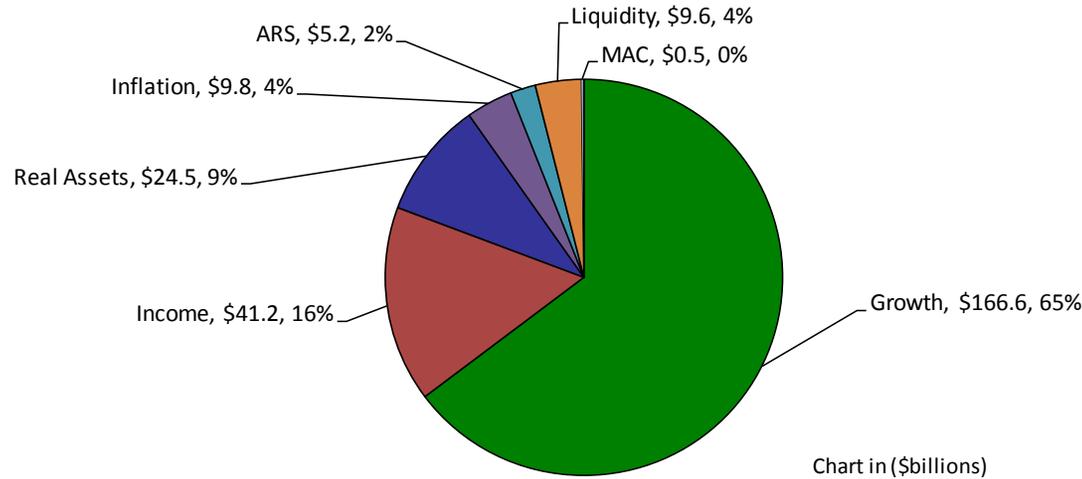
Note: Sections I – IV report on the PERF unless otherwise noted.

*Section I*  
**Asset Allocation and Risk**

MONTH ENDING MARCH 31, 2013

Section I: Asset Allocation and Risk

**Asset Allocation and Unfunded Commitments (as of March 31, 2013)**



Asset Allocation as of March 31, 2013												
	Growth	Public Equity <sup>1</sup>	Private Equity <sup>1</sup>	Income	Liquidity	Real Assets	Real Estate	Forestland/ Infrastructure	Inflation	ARS <sup>3</sup>	Multi-Asset Class (MAC)	Total Fund
Strategic Target Range % <sup>1</sup>	56-70%	42-56%	10-18%	11-21%	1-7%	8-18%	7-13%	1-5%	1-7%			
Interim Strategic Target % <sup>2</sup>	64%	50%	14%	17%	4%	11%	9%	2%	4%	N/A	N/A	N/A
Actual Investment %	65%	52%	12%	16%	4%	10%	8%	1%	4%	2%	0%	N/A
Variance % (Strategic vs. Actual)	1%	2%	(2%)	(1%)	(0%)	(1%)	(1%)	(1%)	(0%)	N/A	N/A	N/A
Interim Strategic Target (\$billions)	\$164.7	\$128.7	\$36.0	\$43.8	\$10.3	\$28.3	\$23.2	\$5.1	\$10.3	N/A	N/A	\$257.4
Actual Investment (\$billions)	\$166.6	\$134.6	\$32.0	\$41.2	\$9.6	\$24.5	\$21.1	\$3.4	\$9.8	\$5.2	\$0.5	\$257.4
Variance \$(Interim Strategic vs. Actual) (\$billions)	\$1.8	\$5.9	(\$4.1)	(\$2.6)	(\$0.7)	(\$3.9)	(\$2.1)	(\$1.8)	(\$0.5)	N/A	N/A	N/A
% Passive	56%	69%	0%	0%	0%	0%	0%	0%	0%	0%	0%	36%
% Active	44%	31%	100%	100%	100%	100%	100%	100%	100%	100%	100%	64%
% Internal	67%	83%	0%	91%	100%	0%	0%	0%	100%	0%	0%	65%
% External	33%	17%	100%	9%	0%	100%	100%	100%	0%	100%	100%	35%

<sup>1</sup> Equity overlay and lending income are included in International Equity, undistributed lending income is included in Global Equity, currency overlay funds are included in Liquidity, the Global Equity Cash Account is included in Domestic Equity, and the Domestic Fixed Income Transition Account is included in Domestic Fixed Income.

<sup>2</sup> Interim strategic targets adopted by Board at the August 17, 2011 Investment Committee meeting

<sup>3</sup> This report provides invested dollars and does not include futures overlay; notional value of futures = \$5.2 billion

Unfunded Market Commitments as of March 31, 2013										
	Private Equity		Real Estate (as of December 31, 2012)		Infrastructure (as of December 31, 2012)		Forestland (as of December 31, 2012)		Corporate Governance (as of February 28, 2013)	
Funded	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation
Fair Market Value (FMV)	\$32.0	12%	\$21.1	8%	\$1.1	0%	\$2.3	1%	\$4.6	2%
Unfunded Commitment (UC)	\$10.9	4%	\$8.4	3%	\$5	0%	\$0	0%	\$1	0%
FMV + UC	\$42.8	17%	\$29.5	11%	\$1.6	1%	\$2.3	1%	\$4.7	2%

## Section I: Asset Allocation and Risk

**Top 20 Exposures: Public Markets** (as of March 31, 2013)

	Company Name <sup>1</sup>	Total Global Equity <sup>2</sup>	Total Global Fixed Income <sup>3</sup>	Market Value (Millions)	% of Total Fund
1	EXXON MOBIL CORP	\$1273.2	\$0	\$1273.2	0.48%
2	APPLE INC	\$1213.6	\$0	\$1213.6	0.48%
3	GENERAL ELECTRIC CO	\$735.4	\$298.7	\$1034.1	0.39%
4	AT&T INC	\$653.7	\$190.1	\$843.7	0.32%
5	NESTLE SA REG	\$788.8	\$0	\$788.8	0.32%
6	HSBC HOLDINGS PLC	\$625.7	\$161.2	\$786.9	0.29%
7	WELLS FARGO & CO	\$633.1	\$152.2	\$785.2	0.29%
8	CHEVRON CORP	\$740.0	\$39.9	\$780.0	0.29%
9	JPMORGAN CHASE & CO	\$606.4	\$160.1	\$766.4	0.28%
10	PFIZER INC	\$660.4	\$82.1	\$742.6	0.28%
11	MICROSOFT CORP	\$701.7	\$0	\$701.7	0.27%
12	JOHNSON & JOHNSON	\$695.7	\$0	\$695.7	0.27%
13	INTL BUSINESS MACHINES CORP	\$684.3	\$0	\$684.3	0.26%
14	BANK OF AMERICA CORP	\$466.4	\$188.6	\$655.0	0.25%
15	ROYAL DUTCH SHELL PLC*	\$645.8	\$0	\$645.8	0.23%
16	PROCTER & GAMBLE CO	\$643.5	\$0	\$643.5	0.23%
17	GOOGLE INC CL A	\$629.2	\$0	\$629.2	0.23%
18	CITIGROUP INC	\$436.6	\$167.3	\$603.8	0.23%
19	SAMSUNG ELECTRONICS CO LTD	\$550.6	\$0	\$550.6	0.23%
20	VERIZON COMMUNICATIONS INC	\$456.6	\$88.3	\$544.9	0.22%

<sup>1</sup> Only includes Global Equity and Fixed Income assets custodied with master custodian

\*Includes both Class A and Class B shares of common stock

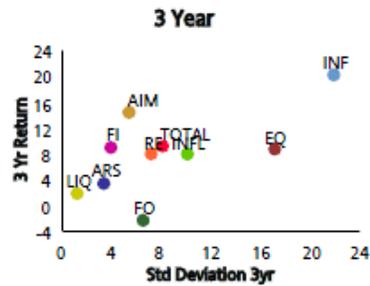
<sup>2</sup> Source for Global Equity values State Street Bank

<sup>3</sup> Source for Global Fixed Income values Blackrock Solutions

Section I: Asset Allocation and Risk

**Total Fund Risk Profile** (as of March 31, 2013)

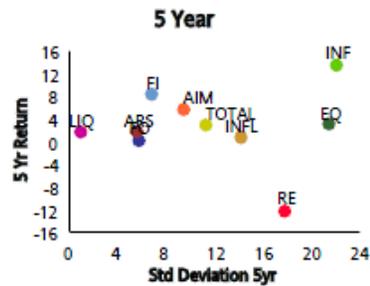
**3 Year Risk Profile**



**TRACKING ERROR**

	Excess Return (%)	Tracking Error	Information Ratio
TOTAL FUND	-0.22	2.19	-0.10
PUBLIC EQUITY	0.26	0.57	0.45
INCOME	0.26	1.09	0.24
PRIVATE EQUITY	1.48	14.88	0.10
REAL ESTATE	-5.52	6.15	-0.90
INFLATION	1.01	3.84	0.26
LIQUIDITY	-0.28	0.29	-0.99
ABSOLUTE RETURN STRATEGIES	-2.19	3.51	-0.62
FORESTLAND	-5.35	5.24	-1.02
INFRASTRUCTURE	13.25	21.87	0.61

**5 Year Risk Profile**



**TRACKING ERROR**

	Excess Return (%)	Tracking Error	Information Ratio
TOTAL FUND	-2.30	3.20	-0.72
PUBLIC EQUITY	-0.63	1.05	-0.60
INCOME	0.84	3.28	0.26
PRIVATE EQUITY	-5.65	14.57	-0.39
REAL ESTATE	-16.18	14.46	-1.12
INFLATION	-0.75	4.38	-0.17
LIQUIDITY	-0.14	0.23	-0.62
ABSOLUTE RETURN STRATEGIES	-4.40	6.03	-0.73
FORESTLAND	-2.62	5.30	-0.49
INFRASTRUCTURE	6.74	22.20	0.30

Excess Return - The difference between the portfolio return and the index return for the given period

Tracking Error - Standard deviation of the Excess Return

Information Ratio - Excess Return divided by the Tracking Error

The information ratio is used to measure risk adjusted returns; industry practice suggests that below 0.15 is considered low, between 0.15 and 0.25 is medium, and above 0.35 is high.



*Section II*  
**Investment Performance**

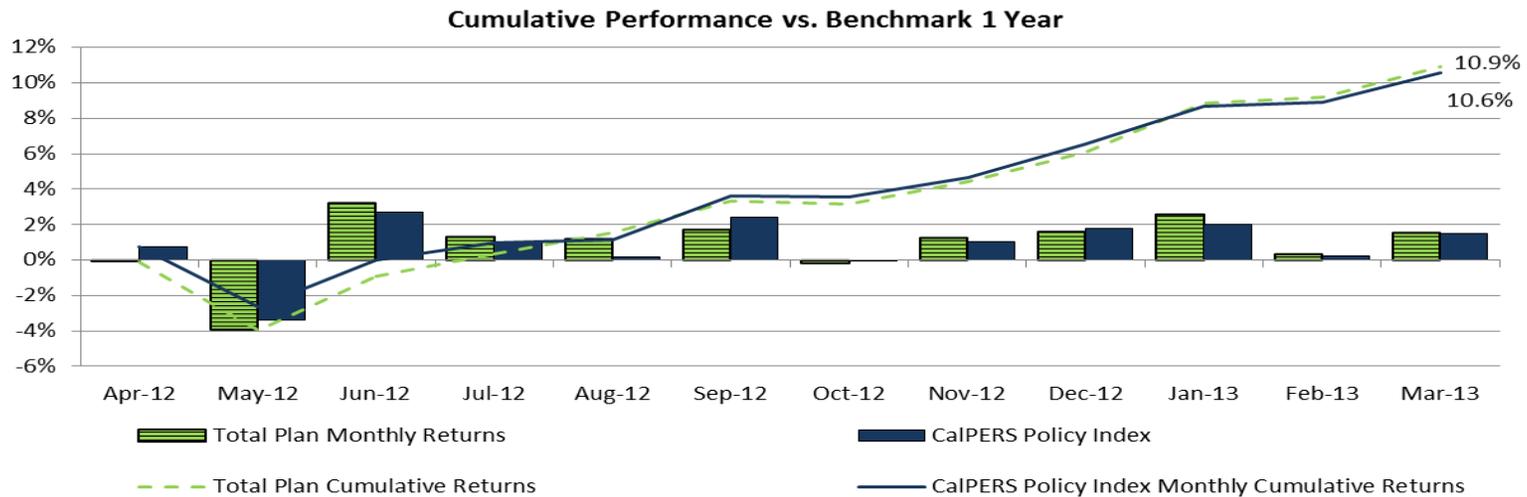
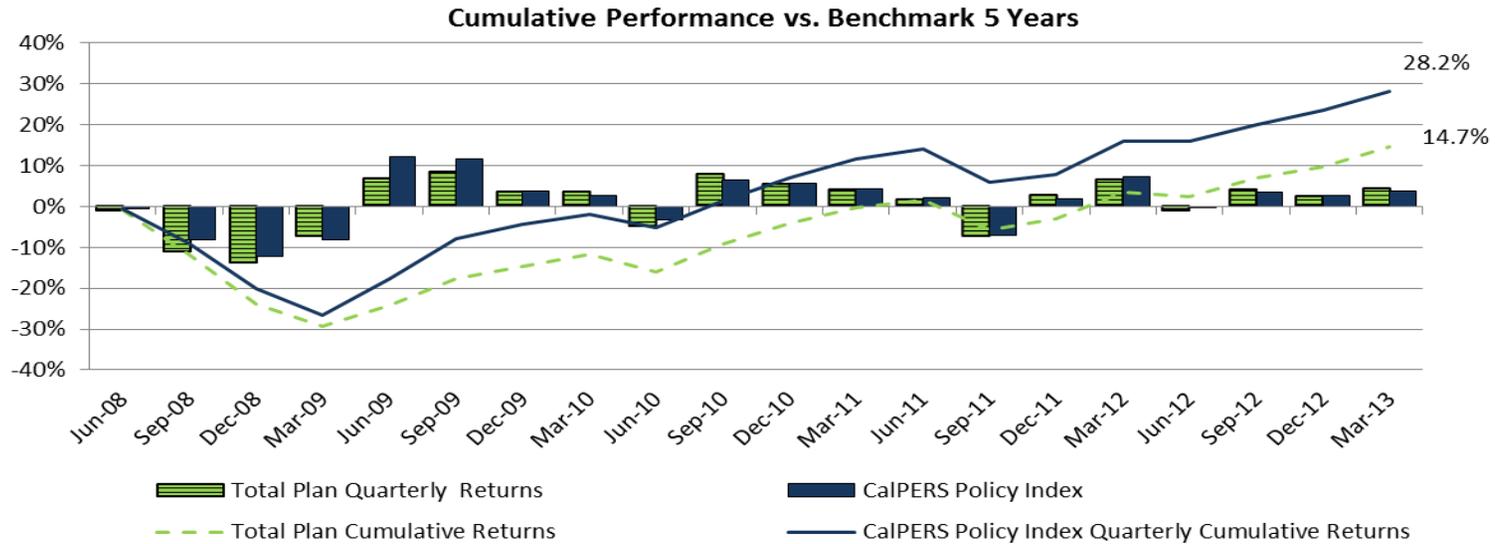


**MONTH ENDING MARCH 31, 2013**



Section II: Investment Performance

**Net Performance Summary** (as of March 31, 2013)



## Section II: Investment Performance

**Net Performance Summary** (as of March 31, 2013)

			1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
	Ending Market Value (\$millions)	% of Total Assets	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps
<b>TOTAL FUND SUMMARY</b>														
GROWTH	165,265	64.2	2.0	0	16.4	72	12.5	(144)	9.9	28	3.3	(171)	9.6	(72)
PUBLIC EQUITY	133,291	51.8	2.0	4	18.8	41	12.0	28	8.6	26	3.0	(63)	9.2	(36)
PRIVATE EQUITY	31,974	12.4	2.2	(11)	8.4	216	13.8	(652)	14.3	147	5.5	(565)	11.9	(99)
INCOME	41,179	16.0	0.0	(2)	2.6	122	6.7	117	8.9	26	8.2	84	7.4	92
LIQUIDITY	9,348	3.6	0.1	(6)	0.4	(28)	1.7	(57)	1.8	(28)	1.5	(14)	2.5	1
REAL	24,457	9.5	1.1	(112)	4.0	(321)	12.0	230	7.1	(466)	(11.1)	(1,403)	3.3	(550)
REAL ESTATE	21,097	8.2	0.5	(162)	3.7	(398)	12.7	234	7.9	(552)	(12.4)	(1,618)	2.5	(679)
FORESTLAND	2,254	0.9	6.8	83	6.9	(44)	6.9	(85)	(2.3)	(534)	0.0	(261)		
INFRASTRUCTURE	1,107	0.4	2.9	279	4.6	154	9.3	354	20.1	1,325	13.3	674		
INFLATION	9,770	3.8	0.5	(18)	6.2	76	0.8	(221)	7.9	101	0.6	(74)		
COMMODITIES	1,284	0.5	0.4	(36)	8.1	(38)	(5.0)	1	3.3	22	(9.4)	39		
INFLATION LINKED BONDS	6,129	2.4	0.7	(38)	4.0	(209)	5.3	(190)	8.4	(47)	4.9	(28)		
TACTICAL INFLATION ASSETS	2,404	0.9	0.2	(31)										
ABSOLUTE RETURN STRATEGIES	5,235	2.0	1.1	67	6.7	272	5.6	22	3.3	(219)	1.7	(440)	5.5	(331)
MULTI-ASSET CLASS	518	0.2	1.8	117										
OVERLAY+TRANSITION+PLAN LEVEL PORTFOLIOS	1,623	0.6												
<b>TOTAL FUND</b>	<b>257,395</b>	<b>100.0</b>	<b>1.6</b>	<b>5</b>	<b>11.9</b>	<b>136</b>	<b>10.9</b>	<b>36</b>	<b>9.1</b>	<b>(22)</b>	<b>2.8</b>	<b>(230)</b>	<b>8.1</b>	<b>(83)</b>

**Total Fund Inception to Date Net Return: 8.57%.**

Inception date: 07/01/1988

Note: Returns for periods greater than one year are annualized.

## Section II: Investment Performance

**Net Performance vs. Long-Term Expected Returns** (one year period ending March 31, 2013)

Asset Class	Actual	1-Year Net	CalPERS Long-Term	Current	Current	Expected	+/- One Standard
	Allocation	Asset Return	Expected Annual	Projected	+/- One Standard	Standard Deviation <sup>1</sup>	Deviation Range <sup>3</sup>
	(%)	(%)	Return <sup>1, 2</sup>	Standard Deviation <sup>5</sup>	Deviation Range	(%)	(%)
Public Equity	52	12.0	7.75	18.15	(10.40) - 25.90	16.00	(8.25) - 23.75
Private Equity	12	13.8	9.00	19.49	(10.49) - 28.49	26.00	(17.00) - 35.00
<b>Total Growth</b>	<b>65</b>	<b>12.5</b>					
<b>Income</b>	<b>16</b>	<b>6.7</b>	<b>3.75</b>	<b>5.74</b>	<b>(1.99) - 9.49</b>	<b>6.50</b>	<b>(2.75) - 10.25</b>
Real Estate	10	12.7	7.00	14.18	(7.18) - 21.18	14.00	(7.00) - 21.00
Forestland	1	6.9	7.00	18.34	(11.34) - 25.34	10.00	(3.00) - 17.00
Infrastructure	0	9.3	7.00	13.92	(6.92) - 20.92	10.00	(3.00) - 17.00
<b>Total Real</b>	<b>10</b>	<b>12.0</b>					
Inflation Linked Bonds	3	(5.0)	3.50	5.77	(2.27) - 9.27	6.00	(2.50) - 9.50
Commodities	1	5.3	5.00	27.58	(22.58) - 32.58	21.00	(16.00) - 26.00
<b>Total Inflation</b>	<b>4</b>	<b>0.8</b>					
<b>Absolute Return Strategy (ARS)<sup>1</sup></b>	<b>2</b>	<b>5.6</b>		<b>3.63</b>	<b>(3.63) - 3.63</b>		
Liquidity	4	1.7	3.25	1.87	1.38 - 5.12	6.20	(2.95) - 9.45
<b>Multi-Asset Class<sup>4</sup></b>	<b>0</b>			<b>7.22</b>	<b>(7.22) - 7.22</b>		<b>0.00 - 0.00</b>
<b>Total Fund</b>	<b>100</b>	<b>10.9</b>	<b>7.38</b>	<b>13.11</b>	<b>(5.73) - 20.49</b>	<b>11.92</b>	<b>(4.54) - 19.30</b>

<sup>1</sup> Investment Committee meeting December 2010 excluding ARS which was not forecasted. These are the capital markets assumptions used in the 2010 Strategic Asset Allocation Study.

<sup>2</sup> Compound return

<sup>3</sup> Standard Deviation is a measure of variability of returns around the expected average return. Returns are expected to be within minus one and plus one standard deviation 67% of the time, or two out of every three years.

Note: The Global Equity Transition Account is included in Domestic Equity, the Fixed Income Transition Account is included in Domestic Fixed Income, and the currency overlay funds are included in Liquidity for Asset Allocation purposes.

<sup>4</sup> Multi-Asset Class began funding in December 2012

<sup>5</sup> Due to implementation of new Risk model, all Current Projected Standard Deviations are as of February 28, 2013.



*Section III*  
**Investment Policy and Compliance**



**MONTH ENDING MARCH 31, 2013**



**Policy Violations**

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**Material Exceptions to Policy**

According to policy requirements, the following is a summary of investment policy violations as reported by the program areas.

The following program areas had no violations to report for the month of March:

- Private Equity
- Real Assets
- Absolute Return Strategies
- Global Governance
- Asset Allocation
- Risk Management
- Investment Servicing

Section III: Investment Policy and Compliance

**Policy Violations**

**Policy Violations:**

New

Program Area or Asset Class	Event Date	Resolution Date	Policy Violated	Event Description	Resolution (expected) or Next Steps
Global Equity	3/12/2013	4/30/2013	Statement of Investment Policy for Insider Trading	CalPERS inadvertently executed trades in a security which was on the CalPERS Restricted List. Specifically, although the security was restricted in the Charles River system, the issuer code (which is needed to link the company to the security) was not populated on the security record. As a result, the compliance process in Charles River did not flag the security as restricted when the trades were loaded.	<p>The following steps were taken by ICOR to resolve and mitigate this event:</p> <ul style="list-style-type: none"> <li>• The issuer code of the restricted company has been manually input on the security record.</li> <li>• Interviews were conducted to confirm whether INVO staff involved with the trading had material non-public information (MNPI). ICOR confirmed with the affected staff that they were not in possession of MNPI.</li> <li>• A new pre-trade rule has also been implemented to alert ICOR whenever a security without an issuer code is traded. (The alert will allow for the verification against the restricted list before allowing the trade to be executed.)</li> <li>• No gain, loss or other costs were incurred as a result.</li> </ul>
Global Equity	2/19/2013	4/30/2013	Statement of Investment Policy for Insider Trading	CalPERS inadvertently executed trades in a security which was on the CalPERS Restricted List. Specifically, although the security was restricted in the Charles River system, there was more than one issuer code associated with the restricted security. Given that the issuer code links the company to the security record in this instance, the issuer code added to the restricted list only captured fixed income securities and not equity securities. As a result, the compliance process in Charles River did not flag the security as restricted when the trades were loaded.	<p>The following steps were taken by ICOR to resolve and mitigate this event:</p> <ul style="list-style-type: none"> <li>• The issuer code of the equity securities has been added to the restricted list so that any trades going forward will be captured within the compliance process.</li> <li>• Interviews were conducted to certain whether INVO staff involved with the trading had material non-public information (MNPI). ICOR confirmed with the affected staff that they were not in possession of MNPI.</li> <li>• The process for adding securities has also been updated to do a review of issuers by name to identify whether there are multiple codes for a company.</li> <li>• No gain, loss or other costs were incurred as a result.</li> </ul>

Section III: Investment Policy and Compliance

**Policy Violations**

Existing

Program Area or Asset Class	Event Date	Resolution Date	Policy Violated	Violation Description	Event Description and Resolution (expected) or Next Steps
Fixed Income	7/18/2012	5/15/13 or earlier	Statement of Investment Policy for Low Duration Fixed Income Program (Short Duration Fund).	"MBNA Credit Card Master Trust Note" (MBNANT 2006-A5 A5 10/15/15) exceeded the 15% concentration limit for structured securities in the SDF Program with less than 1.5 years of weighted average life (WAL).	<p>The violation was caused when the market value of the Short Duration Program decreased due to maturities and partial return of principal, resulting in the concentration of the security to exceed 15% (currently at approximately 17%). As of February 2013, the security has 0.21 years weighted average life.</p> <p>The Global Fixed Income Senior Investment Officer recommends holding the security until maturity due to the high quality of the collateral, short weighted average life and expected yield.</p>

**Disclosure of Closed Session Action Items**

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	<b>Investment Committee Meeting</b>	<b>Agenda Item</b>	<b>Investment Committee Action</b>	<b>Vote</b>
	No items to report			

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

The report details Letter of Engagement (LOE) commitments, by the Investment Office, for spring-fed pool contractors. Actual expenditures against these commitments may be less, but never greater than this amount, unless agreed upon by CalPERS through an amended LOE.

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	PE	Private Equity Consulting Spring-Fed Pool	Altius Associates (Contract #2011-6235)	09/13/12	11/12/12	Consulting Services - Due Diligence Assistance	\$30,000	Best value (determined through bid request proposals)
Q3				01/14/13	03/15/13	Consulting Services - Due Diligence Assistance	\$30,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$60,000</b>	
Q1	PE	Private Equity Consulting Spring-Fed Pool	Cambridge Associates (Contract #2011-6237)	09/06/12	11/05/12	Consulting Services - Due Diligence Assistance	\$45,000	Best value (determined through bid request proposals)
Q2				10/05/12	12/04/12	Consulting Services - Due Diligence Assistance	\$45,000	Best value (determined through bid request proposals)
Q2				12/04/12	05/30/13	Consulting Services - Due Diligence Assistance	\$90,000	Only pool contractor with the expertise to perform work
<b>Subtotal</b>							<b>\$180,000</b>	
Q2	ISD	Private Equity Consulting Spring-Fed Pool	Duff & Phelps (Contract #2011-6090)	12/10/12	03/31/13	Valuation Policy Development	\$120,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$120,000</b>	
Q1	Infrastructure & Forestland	Private Equity Consulting Spring-Fed Pool	FTI Consulting (Contract #2011-6094)	08/10/12	12/31/12	Tax and Accounting Due Diligence	\$120,000	Best value (determined through bid request proposals)
Q3				02/21/13	06/30/13	Project Piano- Tax and Accounting	\$85,000	Best value (determined through bid request proposals)
Q3	PE			02/01/13	06/01/13	Private Equity Special Project-Fund Analysis	\$150,000	Only vendor with experience on prior project, which vendor will revisit in addition to other services
<b>Subtotal</b>							<b>\$355,000</b>	
Q1	PE	Private Equity Consulting Spring-Fed Pool	Hamilton Lane (Contract #2011-6082)	07/23/12	09/21/13	Consulting Services - Due Diligence Assistance	\$100,000	Best value (determined through bid request proposals)
Q1				08/28/12	10/27/12	Consulting Services - Due Diligence Assistance	\$100,000	Only pool contractor with the expertise to perform work
Q3				01/04/13	03/05/13	Consulting Services - Due Diligence Assistance	\$35,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$235,000</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q3	Infrastructure & Forestland	Private Equity Consulting Spring-Fed Pool	Loop Capital Markets (Contract #2011-6242)	02/06/13	04/01/13	Project Joe Prudent Person Opinion	\$45,000	Best value (determined through bid request proposals)
Q3				02/20/13	03/31/13	Project Piano - Financial Due Diligence	\$150,000	Best value (determined through bid request proposals)
Q3				03/11/13	03/31/13	Project Piano - Financial Due Diligence Subcontract Arrangement w/ Operis (Amendment to Increase LOE from Q3 FY 12-13)	\$20,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$215,000</b>	
Q1	PE	Private Equity Consulting Spring-Fed Pool	SL Capital Partners (Contract #2011-6098)	08/29/12	10/28/12	Consulting Services - Due Diligence Assistance	\$25,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$25,000</b>	
Q1	PE	Private Equity Consulting Spring-Fed Pool	Strategic Investment Solutions (Contract #2011-6098)	07/23/12	09/20/12	Consulting Services - Due Diligence Assistance	\$40,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$40,000</b>	
Q2	PE	Private Equity Consulting Spring-Fed Pool	UBS Securities LLC (Contract #2011-6091)	11/27/12	04/01/13	Investment Banking Services	\$950,000	Only pool contractor with the expertise to perform work
<b>Subtotal</b>							<b>\$950,000</b>	
<b>Total Private Equity Committed Amount</b>							<b>\$2,180,000</b>	
Q2	TIP	Diversity Consulting Services Spring-Fed Pool	RG & Associates (Contract #2010-6009)	10/19/12	06/30/13	Outreach Initiative Projects for Emerging Manager Programs	\$30,000	Existing knowledge of the investment or organization
<b>Total Diversity Committed Amount</b>							<b>\$30,000</b>	
Q1	ISD	General Pension Consultant Spring-Fed Pool	Cutter & Associates (Contract #2009-5104)	09/10/12	02/28/13	Target Operating Model Refresh	\$212,800	Existing knowledge of the investment or organization
Q1				09/10/12	02/28/13	Target Operating Model Refresh (Amendment to Increase LOE from Q1 FY 12-13)	\$61,600	Existing knowledge of the investment or organization
Q3				02/13/13	06/28/13	INVO Roadmap Implementation	\$212,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$486,400</b>	
Q1	Infrastructure & Forestland	General Pension Consultant Spring-Fed Pool	Mercer Investment Consulting, Inc. (Contract #2009-5110)	08/10/12	12/31/12	Insurance Due Diligence (Subcontract arrangement with Marsh Risk & Insurance Services )	\$75,000	Best value (determined through bid request proposals)
Q3				01/14/13	03/08/13	Investment Analysis	\$35,000	Existing knowledge of the investment or organization
Q3				02/20/13	03/31/13	Insurance Due Diligence (Subcontract arrangement with Marsh Risk & Insurance Services )	\$40,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$150,000</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	TIP	General Pension Consultant Spring-Fed Pool	Pacific Community Ventures (Contract #2009-5116)	08/20/12	06/30/13	CalPERS for California Report	\$355,000	Existing knowledge of the investment or organization
<b>Subtotal</b>							<b>\$355,000</b>	
Q2	PBSD	General Pension Consultant Spring-Fed Pool	Pension Consulting Alliance, Inc (Contract #2009-5105)	11/19/12	09/30/13	CalPERS Investment Beliefs (Subcontract arrangement with Towers Watson)	\$275,000	Procured through RFI process
Q2	INVO			07/01/12	06/30/13	Board Investment Consulting Services	\$150,000	Existing knowledge of the investment or organization
<b>Subtotal</b>							<b>\$425,000</b>	
Q2	A P	General Pension Consultant Spring-Fed Pool	R.V. Kuhns (Contract #2009-5112)	11/06/12	06/28/13	Investment Lineup & Target Retirement Date Glidepath Update	\$75,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$75,000</b>	
<b>Total General Pension Committed Amount</b>							<b>\$1,491,400</b>	
Q2	Global Governance	Global Equity General Consultant Spring-Fed Pool	Garland Associates, Inc. (Contract #2010-5960)	01/15/13	03/15/13	Proxy Solicitation Services for Apple Inc.	\$26,000	Specialized expertise: Proxy Solicitation
<b>Subtotal</b>							<b>\$26,000</b>	
Q2	Global Governance	Global Equity General Consultant Spring-Fed Pool	Governance Holdings Co (Contract #2010-5959)	09/17/12	11/16/12	US State and Select Foreign Country Corporate Law Default Rules	\$15,000	Specialized expertise: Comprehensive data set
Q2				09/14/12	11/16/12	Governance Trends Report 2012	\$37,500	Specialized expertise: Comprehensive data set
<b>Subtotal</b>							<b>\$52,500</b>	
Q1	Global Governance	Global Equity General Consultant Spring-Fed Pool	Mercer Investment Consulting, Inc (Contract #2010-5950)	08/24/12	06/30/13	Investment, Environmental, Social, and Governance (IESG) Integration Total Fund Principles on Sustainability	\$450,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$450,000</b>	
Q1	ARS	Global Equity General Consultant Spring-Fed Pool	Mosaic Investment Advisors, Inc. (Contract #2010-5945)	10/15/12	10/14/13	Absolute Return Strategies Services	\$150,000	Existing project, continued with new contract
Q2	GE			11/01/12	02/28/13	Global Equity Brokerage Services	\$163,444	Existing project, continued with new contract
Q3				03/01/13	11/30/13	Global Equity Brokerage Services	\$490,331	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$803,775</b>	
Q2	ARS	Global Equity General Consultant Spring-Fed Pool	PAAMCO (Contract #2010-5947)	11/01/12	10/31/13	Absolute Return Strategies (ARS) Fund Administration	\$250,000	Only vendor in pool with knowledge and experience to meet objectives of project
<b>Subtotal</b>							<b>\$250,000</b>	
Q2	ARS	Global Equity General Consultant Spring-Fed Pool	UBS Alternative and Quantitative Investments, LLC (Contract #2010-5943)	11/01/12	10/31/13	Absolute Return Strategic Advisory Services	\$6,000,000	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$6,000,000</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report (for quarter ending March 31, 2013)**

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Global Equity General Consultant Spring-Fed Pool	Wilcox Miller & Nelson (Contract #2010-5956)	07/01/12	12/31/12	Board Recruitment Advisory Services (Bentall Kennedy)	\$75,000	Existing knowledge of the investment or organization
<b>Subtotal</b>							<b>\$75,000</b>	
<b>Total Global Equity Committed Amount</b>							<b>\$7,657,275</b>	
Q1	Infrastructure & Forestland	ILAC Spring-Fed Pool	Brock Capital Group (Contract #2008-4931)	08/20/12	12/31/12	Prudent Person Opinion	\$64,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$64,000</b>	
Q3	Infrastructure & Forestland	ILAC Spring-Fed Pool	Courtland Partners Ltd. (Contract #2008-4929)	02/20/13	03/31/13	Project Piano- Prudent Person Opinion	\$22,599	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$22,599</b>	
Q1	Infrastructure & Forestland	ILAC Spring-Fed Pool	LP Capital (Contract #2008-4935)	03/29/12	03/01/13	Infrastructure Program Support (Amendment to Increase LOE from Q3 FY 11-12)	\$23,825	Experience with CalPERS business process
Q3				03/02/13	03/01/14	Infrastructure Program Support	\$113,825	Experience with CalPERS business process
<b>Subtotal</b>							<b>\$137,650</b>	
Q2	Infrastructure & Forestland	ILAC Spring-Fed Pool	Meketa Investment Group (Contract #2008-4936)	10/08/12	06/30/13	Forestland Strategic Review	\$75,000	Only pool contractor with the expertise to perform the work
<b>Subtotal</b>							<b>\$75,000</b>	
<b>Total Infrastructure and Forestland Committed Amount</b>							<b>\$299,249</b>	
Q2	ICOR	Real Estate Consulting Services	Aon Risk Insurance Services West, Inc. (Contract #2011-6365)	10/01/12	01/31/12	Operating Risk Heat Map and Target Operating Model Refresh	\$105,000	Only vendor with knowledge and experience to meet objectives of project
<b>Subtotal</b>							<b>\$105,000</b>	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Bard Consulting LLC (Contract #2010-5565)	10/28/11	06/30/12	Consulting Services - Developing Sector Plans - Phase II (Amendment to Increase LOE from Q2 FY 11-12)	\$55,000	Existing knowledge of the investment or organization
Q1				07/01/11	06/30/12	Portfolio Monitoring Assistance	\$170,000	Existing project, continued with new contract
Q1				08/15/12	06/30/13	Incentive Fee Review	\$475,000	Existing knowledge of the investment or organization
Q2				03/12/12	06/30/12	Consulting Services - Incentive Fee Payment Analysis (Amendment to Increase LOE from Q3 FY 12-13)	\$35,000	Existing knowledge of the investment or organization
Q2				10/15/12	03/31/12	Apartment Manager Prudent Person Opinion	\$30,000	Experience with CalPERS business process
Q2				10/24/12	06/30/13	Consulting Services - Prudent Person Opinion	\$70,000	Experience with CalPERS Investments (Hines)
Q2				11/01/12	06/30/13	Modeling and Incentive Fee Analysis	\$150,000	Existing knowledge of the investment or organization
Q3				01/01/13	06/30/13	Portfolio Performance Attribution	\$95,000	Existing knowledge of the investment or organization
Q3				02/27/13	06/30/13	Annual Investment Plan Review	\$150,000	Existing knowledge of the investment or organization
<b>Subtotal</b>							<b>\$1,230,000</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Callan Associates, Inc. (Contract #2010-5562)	12/08/11	06/30/12	Consulting Services - Review of Contract Terms (Amendment to Increase LOE from Q1 FY 11-12)	\$20,000	Best value (determined through bid request proposals)
Q1				07/01/12	06/30/13	Portfolio Monitoring Assistance	\$740,000	Existing project, continued with new contract
Q2				07/01/12	06/30/13	Portfolio Monitoring Assistance (Amendment to Increase Cost LOE from Q1 FY 12-13)	\$56,250	Existing project, continued with new contract
Q3				07/01/12	06/30/13	Portfolio Monitoring Assistance (Amendment to Increase Cost LOE from Q1 FY 12-13)	\$150,000	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$966,250</b>	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Courtland Partners, Ltd. (Contract #2010-5558)	07/01/12	08/31/12	Due Diligence Assistance	\$30,000	Existing project, continued with new contract
Q1				09/21/12	10/31/12	Due Diligence Assistance	\$6,000	Existing knowledge of the investment or organization
Q1				10/12/12	10/31/12	Report Review and Update 2012-2013 A P	\$6,000	Specialized expertise: Knowledge of A P review
Q2				10/12/12	10/31/12	Report Review and Update 2012-2013 A P (Amendment to Decrease Cost LOE from Q1 FY 12-13)	(\$6,000)	Specialized expertise: Knowledge of A P review
Q2				12/07/12	12/31/12	Report Review and Update 2012-2013 A P	\$10,500	Existing knowledge of the investment or organization
Q2				12/10/12	05/15/13	Report Update - Consulting Services - Analysis of Potential Investment	\$10,000	Existing knowledge of the investment or organization
Q3				02/07/13	06/30/13	FY 2013-2014 Annual Investment Plan	\$180,000	Existing knowledge of the investment or organization
Q3	Infrastructure & Forestland			01/29/13	04/01/13	Due Diligence Infrastructure Project Genus Custom Account	\$22,600	Best value (determined through bid request proposals)
Q3				01/29/13	04/01/13	Due Diligence Infrastructure Project Genus Custom Account Subcontract arrangement with Scherzer (Amendment to Increase LOE from Q3 FY 12-13)	\$15,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$274,100</b>	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Crosswater Realty Advisors, LLC (Contract #2010-5557)	07/01/12	06/30/13	Portfolio Monitoring Assistance	\$212,500	Existing knowledge of the investment or organization
Q2				10/12/12	01/31/13	Commingled Fund Review	\$100,000	Experience with CalPERS business process
Q2				10/12/12	06/30/13	Consulting Services - Investment Review	\$125,000	Experience with CalPERS business process
Q3				02/14/13	06/30/13	Consulting Services - Commingled Fund Review	\$345,000	Existing knowledge of the investment or organization
Q3	PE			02/08/13	05/09/13	Private Equity Special Project - Emerging Manager Research Project	\$120,000	Only vendor with experience on prior project, which vendor will revisit in addition to other services
<b>Subtotal</b>							<b>\$902,500</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	TIP	Real Estate Consulting Services Spring-Fed Pool	JDM Associates, LLC. (Contract #2010-5552)	07/01/12	06/30/13	Consulting Services - Environmental Goal Initiative	\$50,000	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$50,000</b>	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Le Plastrier (Contract #2010-5550)	07/01/11	06/30/12	Consulting Services - Evaluation and Portfolio Review (Amendment to Increase LOE from Q1 FY 11-12)	\$150,000	Existing project, continued with new contract
Q1				07/01/12	06/30/13	Consulting Services - Oversight and Management	\$380,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Oversight and Management	\$420,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Oversight and General Monitoring	\$260,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Oversight and General Monitoring	\$160,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Evaluation and Portfolio Review	\$440,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Oversight and Management	\$920,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Manager Monitoring	\$150,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Monitoring and Reporting	\$320,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - Manager Monitoring	\$260,000	Existing knowledge of the investment or organization
<b>Subtotal</b>							<b>\$3,460,000</b>	
Q3	Real Estate	Real Estate Consulting Services Spring-Fed Pool	LP Capital Advisors, LLC (Contract #2010-5548)	02/25/13	06/30/13	Bentall Kennedy Direct Investment Monitoring	\$90,000	Existing knowledge of the investment or organization
<b>Subtotal</b>							<b>\$90,000</b>	
Q1	Infrastructure & Forestland	Real Estate Consulting Services Spring-Fed Pool	Navigant Consulting (Contract #2010-5574)	08/08/12	12/31/12	Technical and Market Due Diligence	\$200,000	Best value (determined through bid request proposals)
Q3				02/20/13	03/31/13	Project Piano - Market and Technical Adviser	\$130,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$330,000</b>	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Nichols Consulting (Contract #2010-5573)	12/15/11	11/30/12	Consulting Services - Quarterly and Annual Monitoring Process (Amendment to Increase LOE from Q2 FY 11-12)	\$30,000	Existing knowledge of the investment or organization
Q1				07/01/12	06/30/13	Consulting Services - PMG Initiatives	\$41,100	Experience with CalPERS business process
Q1				10/15/12	11/30/13	Consulting Services - Quarterly and Annual Monitoring Process	\$240,000	Existing knowledge of the investment or organization
Q2				10/15/12	10/31/12	Consulting Services - Annual Budgeting and Planning Initiative	\$210,000	Specialized expertise: Continuing Budget & Planning Project
<b>Subtotal</b>							<b>\$521,100</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	TIP	Real Estate Consulting Services Spring-Fed Pool	Pension Consulting Alliance, Inc. (Contract #2010-5571)	04/01/12	03/31/13	Program Review (Responsible Contractor Program Policy)	\$30,000	Approved by Board
<b>Subtotal</b>							<b>\$30,000</b>	
Q1	Infrastructure & Forestland	Real Estate Consulting Services Spring-Fed Pool	RBC Capital Markets (Contract #2010-5569)	08/08/12	12/31/12	Financial and Regulatory Due Diligence Assistance	\$500,000	Best value (determined through bid request proposals)
Q1				08/08/12	12/31/12	Financial and Regulatory Due Diligence Assistance Subcontract arrangement with Operis (Amendment to Increase LOE from Q1 FY 12-13)	\$15,000	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$515,000</b>	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Townsend (Contract #2010-5567)	07/01/12	06/30/13	Consulting Services - Portfolio Analysis and Research	\$175,000	Experience with ODCE Index Funds
<b>Subtotal</b>							<b>\$175,000</b>	
<b>Total Real Estate Committed Amount</b>							<b>\$8,648,950</b>	
Q1	PBSD	ESPD Spring-Fed Pool	Starting Point (Contract #2011-6205)	08/10/12	05/17/13	INVO Office Executive Strategic Leadership and Performance Improvement	\$75,000	Only pool contractor with the expertise to perform work
Q2	PE			01/15/13	02/01/13	INVO Office Private Equity Staff Forum	\$5,500	Only pool contractor with the expertise to perform work
<b>Total ESPD Committed Amount</b>							<b>\$80,500</b>	
Q1	ISD	EXEC Spring-Fed Pool	J&K Court Reporting (Contract #2010-5681)	09/13/12	09/18/12	RFP Bidder's Conference Recording Assistance	\$658	Only pool contractor with the expertise to perform work
<b>Total EXEC Committed Amount</b>							<b>\$658</b>	
Q2	INVO	HRSD Spring-Fed Pool	Senn-Delaney (Contract 2009-5222)	06/15/12	12/31/12	CalPERS Private Equity Culture Alignment	\$120,525	Only pool contractor with the expertise to perform work
Q2				08/27/12	06/30/13	New INVO Employee Training Sessions	\$62,000	Only pool contractor with the expertise to perform work
<b>Total HRSD Committed Amount</b>							<b>\$182,525</b>	
<b>Grand Total Spring-Fed Pool Consultants Committed Amount</b>							<b>\$20,570,557</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Investment Servicing	IT Spring-Fed Pool	MK Partners	07/01/12	06/30/13	IPTS Maintenance, Support & Enhancements	\$122,500	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$122,500</b>	
Q3	Investment Servicing	IT Spring-Fed Pool	Cambria	03/15/13	03/14/14	AREIS Maintenance	\$585,190	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$585,190</b>	
Q1	Investment Servicing	IT Spring-Fed Pool	Capio Group	08/13/12	02/28/13	Investment Contract Management Workflow Solution	\$64,000	Best value (determined through bid request proposals)
Q2				08/13/12	02/28/13	Investment Contract Management Workflow Solution (Amendment to Increase LOE from Q1 FY 12-13)	\$12,400	Best value (determined through bid request proposals)
Q3				08/13/12	03/31/13	Investment Contract Management Workflow Solution (Amendment to Increase LOE from Q1 FY 12-13)	\$6,800	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$83,200</b>	
Q1	Investment Servicing	IT Spring-Fed Pool	Propoint Technology	09/24/12	09/23/13	PE ABOR & BOR Project Manager	\$201,240	Existing project, continued with new contract
Q1				09/24/12	09/23/13	PE ABOR & BOR/ NVO Business Analyst	\$185,760	Existing project, continued with new contract
Q1				04/04/12	04/03/13	PM2/Global Equity Business Analyst (Amendment to Increase LOE from Q4 FY 11-12)	\$30,240	Existing project, continued with new contract
Q2				04/04/12	04/03/13	PM2/Global Equity Business Analyst (Amendment to Increase LOE from Q4 FY 11-12)	\$25,440	Existing project, continued with new contract
Q2				10/01/12	09/30/13	PM2 Business Analyst	\$185,760	Existing project, continued with new contract
Q2				11/12/12	11/11/13	PM2/Global Equity	\$201,240	Existing project, continued with new contract
Q2				12/10/12	12/06/13	Alpha Platform/GEA3/Global Equity	\$97,524	Best value (determined through bid request proposals)
Q3				02/11/13	05/31/13	Terminated Agency Pool Implementation	\$36,600	Best value (determined through bid request proposals)
Q3				03/22/13	08/15/13	Supplemental Income Plans Transition	\$45,600	Best value (determined through bid request proposals)
Q3				05/07/12	08/31/13	Salesforce com Application/TMU Support (Amendment to Increase LOE from Q4 FY 11-12)	\$52,942	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$1,062,346</b>	

## Section III: Investment Policy and Compliance

**Spring-Fed Pool Contract Status Quarterly Report** (for quarter ending March 31, 2013)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q2	Investment Servicing	IT Spring-Fed Pool	Pyramid Technology	11/01/12	10/31/13	Charles River SME & PM2 Project Resource	\$204,336	Existing project, continued with new contract
<b>Subtotal</b>							<b>\$204,336</b>	
Q2	Investment Servicing	IT Spring-Fed Pool	SaS International	12/01/12	11/29/13	Application Development/INVO Systems	\$139,320	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$139,320</b>	
Q1	Investment Servicing	IT Spring-Fed Pool	Stanfield Systems, Inc.	09/19/12	09/18/13	Global Equity Portfolio Management SME	\$388,548	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$388,548</b>	
Q3	Investment Servicing	IT Spring-Fed Pool	Trinity Technology Group, Inc	04/01/12	08/31/13	Performance Attribution/Fixed Income (Amendment to Increase LOE from Q4 FY 11-12)	\$52,839	Best value (determined through bid request proposals)
<b>Subtotal</b>							<b>\$52,839</b>	
<b>Total IT Committed Amount</b>							<b>\$2,638,279</b>	
<b>Grand Total Investment Office Committed Amount</b>							<b>\$23,208,836</b>	

## Section III: Investment Policy and Compliance

**Investment Policy Administrative Changes** (for quarter ending March 31, 2013)

Review Date	Policy	Policy Category	Type of Revision	Comments
January 12, 2013	Inflation Assets	Investment Asset Classes	Administrative Change - Other Administrative Change	Added clarity to avoid the possible appearance of allowing leverage
January 12, 2013	Liquidity Program	Investment Asset Classes	Administrative Change - Other Administrative Change	Removed "AAA" rating for U.S. Treasury and U.S. Government Agency Securities in the Internally Managed Dollar-Denominated Short-Term Program attachment
February 22, 2013	Benchmarks	Investment & Risk Management	Administrative Change - Benchmark Change	New benchmarks adopted to complete the migration of the Long-Term Care Fund and the California Employers' Retiree Benefit Trust to State Street Global Advisors
<p>This report includes a summary of administrative changes for the period of January 1, 2013 to March 31, 2013. All changes have been reviewed and approved using the guidelines listed below and changes within staff's delegated authority. Going forward changes will be reported on a quarterly basis.</p> <p>Administrative change guidelines are:</p> <ol style="list-style-type: none"> <li>1. Template Change - moving sections, merging policies or programs, updating template language.</li> <li>2. Terminology Change - updates to create consistency among the asset class program policies, investment terms, etc.</li> <li>3. Date Change - when policies are reviewed and require no action, dates will be updated to reflect current status.</li> <li>4. Other Administrative Change – other administrative changes within staff's delegated authority such as changes to improve clarity of the process and/or policy but that are not substantive in nature.</li> <li>5. Benchmark Change – the Benchmarks Policy authorizes staff to modify benchmarks as applicable. Staff is responsible to report to the Investment Committee quarterly on all benchmark changes.</li> </ol>				



*Section IV*  
**Investment Transactions**

**MONTH ENDING MARCH 31, 2013**



## Section IV: Investment Transactions

**Items Completed Under Delegated Authority** *(for the month of March 31, 2013)*

Program Area	Name of Investment	Commitment	Initial Funding Date of Partnership	Complies with Delegation Number	Due Diligence Activities Conducted By
Real Estate	Hines CalPERS Russia Long Term Hold	250,000,000	Jan-13	11-01-INV	Courtland Partners, LTD**
Real Estate	Institutional Core Multifamily Investors	250,000,000	Mar-13	11-01-INV	Bard Consulting, Inc.**
Real Estate	Meriwether Farms LLC*	1,000,000	Apr-04	11-01-INV	N/A
*Additional commitment to existing investment.					
** A prudent person report was received.					

Section IV: Investment Transactions

**Disclosure of Placement Agent Fees** *(for the month of March 31, 2013)*

Summary Disclosure							
Program Area	Firm Name	Fund	Placement Agent Firm	REGISTERED		Estimated Placement Agent Compensation	Transaction Type
				SEC/FINRA	Secretary of State		
No Items to report							

Detailed Disclosure		
Firm Name	Fund	Estimated Placement Agent Compensation
No Items to report		

## Section IV: Investment Transactions

**Investment Transactions Summary – Estimated Values** (for the month of March 31, 2013)

	PERF - Public Markets						
	Public Equity	REIT	Income	Inflation	ARS	Liquidity	MAC
<b>Beginning Market Value</b>	131,882,591,727	779,900,711	40,689,226,904	9,719,959,946	5,178,171,184	10,730,302,758	508,674,500
<b>+ Purchases</b>	2,607,597,349	66,316,750	3,220,316,244	530,215,834	-	1,460,487,000	-
<b>- Sales</b>	(2,365,727,974)	(769,368,170)	(3,248,310,007)	(529,214,224)	(503,515)	(2,539,777,000)	-
<b>+ Unitized Fund Purchases</b>	13,000,000	-	500,000,000	-	-	6,484	-
<b>- Unitized Fund Sales</b>	(27,879,676)	-	-	-	-	(25,000,000)	-
<b>+/- Other Changes in MV</b>	2,486,423,453	(8,224,013)	45,512,449	48,750,952	57,609,279	12,374,576	9,000,000
<b>Ending Market Value</b>	134,596,004,878	68,625,278	41,206,745,590	9,769,712,508	5,235,276,948	9,638,393,818	517,674,500
<b>PERF - Private Markets</b>							
	Private Equity	Real Estate	Forestland	Infrastructure			
<b>Beginning Market Value</b>	31,719,373,863	20,591,310,155	2,116,299,909	1,081,109,242			
<b>+ Contributions</b>	290,268,888	169,532,519	-	-			
<b>- Distributions</b>	(819,260,106)	(320,158,267)	(2,758,217)	-			
<b>+ Unitized Fund Purchases</b>	-	-	-	-			
<b>- Unitized Fund Sales</b>	-	-	-	-			
<b>+/- Other Changes in MV</b>	783,442,837	587,478,661	140,021,382	25,702,705			
<b>Ending Market Value</b>	31,973,825,482	21,028,163,068	2,253,563,074	1,106,811,947			
<b>Total PERF</b>							
	Total Public Markets	Total Private Markets	Total PERF				
<b>Beginning Market Value</b>	199,488,827,730	55,508,093,169	254,996,920,899				
<b>+ Contributions</b>	7,884,933,177	459,801,407	8,344,734,584				
<b>- Distributions</b>	(9,452,900,890)	(1,142,176,590)	(10,595,077,480)				
<b>+ Unitized Fund Purchases</b>	513,006,484	-	513,006,484				
<b>- Unitized Fund Sales</b>	(52,879,676)	-	(52,879,676)				
<b>+/- Other Changes in MV</b>	2,651,446,696	1,536,645,585	4,188,092,281				
<b>Ending Market Value</b>	201,032,433,519	56,362,363,571	257,394,797,091				

Note: Numbers will not tie exactly to the Asset Allocation/Performance categories due to classification differences.

## Section IV: Investment Transactions

**Investment Proposal Activity Summary** (for the month of March 31, 2013)

	Private Asset Classes				Public Asset Classes				Total
	Private Equity	Forestland	Infrastructure	Real Estate	ARS	Global Equities	Commodities	Global Fixed Income	
Start of Month Proposals	32	1	27	19	9	6	1	0	95
New Proposal During the Month	20	1	10	9	14	7	2	1	64
Reinstated Proposal During Month	0	0	0	0	0	0	0	0	0
Decisions During the Month	15	0	10	7	16	7	2	0	57
End of Month Proposals	37	2	27	21	7	6	1	1	102

## Status Details

Status	Private Asset Classes				Public Asset Classes				Total
	Private Equity	Forestland	Infrastructure	Real Estate	ARS	Global Equities	Commodities	Global Fixed Income	
<b>Start of Month Proposals</b>									
Submitted	0	1	3	6	2	0	0	0	12
Screening	28	0	21	10	7	6	1	0	73
Due Diligence	2	0	3	3	0	0	0	0	8
Approved	2	0	0	0	0	0	0	0	2
<b>Subtotal</b>	<b>32</b>	<b>1</b>	<b>27</b>	<b>19</b>	<b>9</b>	<b>6</b>	<b>1</b>	<b>0</b>	<b>95</b>
<b>New Proposals During the Month</b>									
<b>Subtotal</b>	<b>20</b>	<b>1</b>	<b>10</b>	<b>9</b>	<b>14</b>	<b>7</b>	<b>2</b>	<b>1</b>	<b>64</b>
<b>Reinstated Proposals During Month</b>									
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Decisions During the Month</b>									
Committed	0	0	0	2	0	0	0	0	2
Declined	13	0	8	0	0	0	1	0	22
Failed to Materialize	0	0	2	0	0	4	0	0	6
Referred	2	0	0	5	16	3	1	0	27
<b>Subtotal</b>	<b>15</b>	<b>0</b>	<b>10</b>	<b>7</b>	<b>16</b>	<b>7</b>	<b>2</b>	<b>0</b>	<b>57</b>
<b>End of Month Proposals</b>									
Submitted	0	1	0	6	0	0	0	1	8
Screening	30	1	26	14	7	6	1	0	85
Due Diligence	3	0	1	1	0	0	0	0	5
Approved	4	0	0	0	0	0	0	0	4
<b>Subtotal</b>	<b>37</b>	<b>2</b>	<b>27</b>	<b>21</b>	<b>7</b>	<b>6</b>	<b>1</b>	<b>1</b>	<b>102</b>



*Section V*  
**Affiliate and Other Funds**

**MONTH ENDING MARCH 31, 2013**



## Section V: Affiliate and Other Funds

**Asset Allocation** (for the month of March 31, 2013)

Asset Allocation as of March 29, 2013								
	Global Equity	Domestic Equity	International Equity	Domestic Fixed	TIPS	REITs	Commodities	Cash
<b>Defined Benefit Plans</b>								
<b>Legislators' Retirement System</b>								
Target Ranges %	27-37%	N/A	N/A	37-47%	11-19%	6-10%	1-5%	N/A
Strategic Target %	32%			42%	15%	8%	3%	0%
Actual Investment %	32%			42%	15%	8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)	0%	(0%)	0%
<b>Judges' I Retirement System</b>								
Target Ranges %	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100%
Strategic Target %	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100%
Actual Investment %	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100%
Variance % (Strategic vs. Actual)	0%	0%	0%	0%	0%	0%	0%	0%
<b>Judges' II Retirement System</b>								
Target Ranges %	58-68%	N/A	N/A	15-25%	4-8%	6-10%	1-5%	N/A
Strategic Target %	63%			20%	6%	8%	3%	0%
Actual Investment %	63%			20%	6%	8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)	0%	0%	0%

Note: Allocation targets approved at the August 15, 2011 Investment Committee meeting.

## Section V: Affiliate and Other Funds

**Asset Allocation** (for the month of March 31, 2013)

Asset Allocation as of March 29, 2013								
	Global Equity	Domestic Equity	International Equity	Domestic Fixed	TIPS	REITs	Commodities	Cash
<b>HEALTH AND AND OTHER POST-EMPLOYMENT BENEFIT TRUSTS</b>								
<b>Long-Term Care Fund</b>								
Target Ranges %	11-19%	N/A	N/A	56-66%	4-8%	8-16%	4-8%	N/A
Strategic Target %	15%			61%	6%	12%	6%	0%
Actual Investment %	16%			61%	6%	12%	6%	0%
Variance % (Strategic vs. Actual)	1%	0%	0%	(0%)	(0%)	0%	0%	0%
<b>CERBT Strategy 1</b>								
Target Ranges %	61-71%	N/A	N/A	13-23%	3-7%	6-10%	1-5%	N/A
Strategic Target %	66%			18%	5%	8%	3%	0%
Actual Investment %	66%			18%	5%	8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)	0%	(0%)	0%
<b>CERBT Strategy 2</b>								
Target Ranges %	45-55%	N/A	N/A	19-29%	11-19%	6-10%	1-5%	N/A
Strategic Target %	50%			24%	15%	8%	3%	0%
Actual Investment %	50%			24%	15%	8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)	0%	(0%)	0%
<b>CERBT Strategy 3</b>								
Target Ranges %	27-37%	N/A	N/A	37-47%	11-19%	6-10%	1-5%	N/A
Strategic Target %	32%			42%	15%	8%	3%	0%
Actual Investment %	32%			41%	15%	8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(1%)	(0%)	0%	(0%)	0%
<b>Health Care Bond Fund</b>								
Variance % (Strategic vs. Actual)	0%	0%	0%	0%	0%	0%	0%	0%
<b>Contingency Reserve Fund</b>								
Variance % (Strategic vs. Actual)	0%	0%	0%	0%	0%	0%	0%	0%

Note: In 2011 the Affiliate Funds were transitioned to new asset allocation policy targets and ranges (approved by the Investment Committee 8/15/11).

## Section V: Affiliate and Other Funds

**Asset Allocation** (for the month of March 31, 2013)

<b>Asset Allocation as of March 29, 2013</b>					
	<b>Global Equity</b>	<b>Fixed Income</b>	<b>TIPS</b>	<b>Commodites</b>	<b>REITs</b>
<b>Defined Contribution Plans</b>					
<b>Conservative</b>					
Target Range %	25-35%	48-58%	11-19%	1-3%	0%
Strategic Target %	30%	53%	15%	2%	0%
Actual Investment %	30%	53%	15%	2%	0%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	0%	0%
<b>Moderate</b>					
Target Range %	55-65%	23-33%	3-7%	2-6%	2-4%
Strategic Target %	60%	28%	5%	4%	3%
Actual Investment %	60%	28%	5%	4%	3%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	(0%)	0%
<b>Aggressive</b>					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	(0%)	0%	(0%)	0%
<b>Income</b>					
Target Range %	25-35%	48-58%	11-19%	1-3%	0%
Strategic Target %	30%	53%	15%	2%	0%
Actual Investment %	30%	53%	15%	2%	0%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	0%	0%
<b>2005</b>					
Target Range %	30-40%	42-52%	12-20%	1-3%	0%
Strategic Target %	35%	47%	16%	2%	0%
Actual Investment %	35%	47%	16%	2%	0%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	0%	0%
<b>2010</b>					
Target Range %	38-48%	32-42%	12-20%	1-3%	1-3%
Strategic Target %	43%	37%	16%	2%	2%
Actual Investment %	43%	37%	16%	2%	2%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	(0%)	0%
<b>2015</b>					
Target Range %	43-53%	29-39%	9-15%	1-5%	2-4%
Strategic Target %	48%	34%	12%	3%	3%
Actual Investment %	48%	34%	12%	3%	3%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	(0%)	0%

## Section V: Affiliate and Other Funds

**Asset Allocation** (for the month of March 31, 2013)

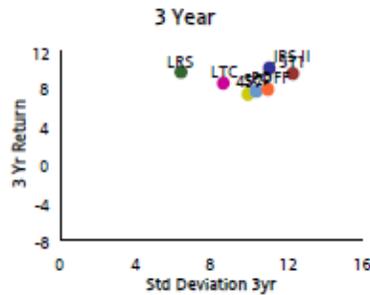
Asset Allocation as of March 29, 2013					
	Global Equity	Fixed Income	TIPS	Commodites	REITs
<i>Defined Contribution Plans</i>					
<b>2020</b>					
Target Range %	50-60%	26-36%	5-9%	2-6%	2-4%
Strategic Target %	55%	31%	7%	4%	3%
Actual Investment %	55%	31%	7%	4%	3%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	(0%)	0%
<b>2025</b>					
Target Range %	59-69%	19-29%	2-4%	3-7%	2-6%
Strategic Target %	64%	24%	3%	5%	4%
Actual Investment %	64%	24%	3%	5%	4%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	(0%)	0%
<b>2030</b>					
Target Range %	66-78%	12-22%	0-2%	3-7%	3-7%
Strategic Target %	72%	17%	1%	5%	5%
Actual Investment %	72%	17%	1%	5%	5%
Variance % (Strategic vs. Actual)	0%	(0%)	(0%)	(0%)	0%
<b>2035</b>					
Target Range %	75-87%	7-11%	0%	3-7%	3-7%
Strategic Target %	81%	9%	0%	5%	5%
Actual Investment %	81%	9%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	(0%)	0%	(0%)	0%
<b>2040</b>					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	(0%)	0%	(0%)	0%
<b>2045</b>					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	(0%)	0%	(0%)	0%
<b>2050</b>					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	(0%)	0%	(0%)	0%

Note: Policy target weights are compared to actual target weights for internally managed risk-based and target date asset allocation plans. Asset allocation strategies are not applicable to some SIP core funds (e.g., Total Bond Return Fund).

Section V: Affiliate and Other Funds

**Asset Allocation** (for the month of March 31, 2013)

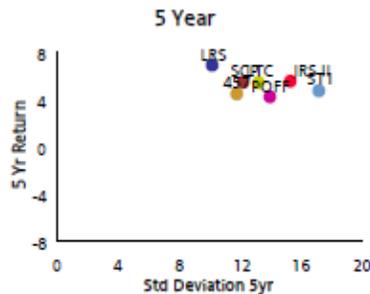
3 Year Risk Profile



TRACKING ERROR

	Excess Return (%)	Tracking Error	Information Ratio
LONG-TERM CARE FUND	0.00	0.40	-0.01
CERBT STRATEGY 1 FUND	-0.16	0.26	-0.62
457 AGGREGATE	-0.68	0.57	-1.19
JUDGES' RETIREMENT SYSTEM II FUND	-0.24	0.43	-0.57
BALANCED GROWTH - POFF	-1.23	0.79	-1.55
CERBT STRATEGY 2			
LEGISLATORS' RETIREMENT SYSTEM FUND	-0.10	0.56	-0.17
CERBT STRATEGY 3			
SCP AGGREGATE	-0.99	0.65	-1.53

5 Year Risk Profile



TRACKING ERROR

	Excess Return (%)	Tracking Error	Information Ratio
LONG-TERM CARE FUND	0.10	1.01	0.10
CERBT STRATEGY 1 FUND	-0.03	0.81	-0.04
457 AGGREGATE	-0.35	0.69	-0.51
JUDGES' RETIREMENT SYSTEM II FUND	-0.12	1.03	-0.12
BALANCED GROWTH - POFF	-0.98	1.07	-0.91
CERBT STRATEGY 2			
LEGISLATORS' RETIREMENT SYSTEM FUND	0.30	1.65	0.18
CERBT STRATEGY 3			
SCP AGGREGATE	-1.25	0.75	-1.66

Excess Return - The difference between the portfolio return and the index return for the given period

Tracking Error - Standard deviation of the Excess Return

Information Ratio - Excess Return divided by the Tracking Error

The information ratio is used to measure risk adjusted returns; industry practice suggests that below 0.15 is considered low, between 0.15 and 0.25 is medium, and above 0.35 is high.

CBERT Strategy 2 Inception date 10/1/2011. 3 and 5yr Tracking Error unavailable due to insufficient return history

CBERT Strategy 3 Inception date 1/1/2012. 3 and 5yr Tracking Error unavailable due to insufficient return history

## Section V: Affiliate and Other Funds

**Net Performance Summary** (for the month March 31, 2013)

	Ending Market Value (\$millions)	1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
		Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps
<b>DEFINED BENEFIT PLANS</b>													
JUDGES' RETIREMENT FUND	56	0.0	(2)	0.1	(4)	0.1	(6)	0.1	2	0.5	18	1.9	12
JUDGES' RETIREMENT SYSTEM II FUND	782	1.5	1	14.0	36	11.1	34	10.1	(24)	5.4	(13)	8.3	4
LEGISLATORS' RETIREMENT SYSTEM FUND	128	0.9	0	9.2	58	9.5	49	9.7	(9)	6.8	30	7.8	15
<b>DEFINED CONTRIBUTION AND DEFERRED COMPENSATION PLANS</b>													
<b>HEALTH AND OTHER POST-EMPLOYMENT BENEFIT FUNDS</b>													
CALPERS SUPPLEMENTAL INCOME 457 PLAN	1,073	2.1	(3)	11.2	(56)	8.4	(106)	7.3	(67)	4.4	(35)	6.3	(38.0)
SUPPLEMENTAL CONTRIBUTIONS PLAN	20	1.8	(4)	11.3	(46)	8.2	(115)	7.6	(100)	5.3	(125)		
STATE PEACE OFFICERS' & FIREFIGHTERS' (POFF) SUPPLEMENTAL PLAN	496	1.8	(3)	11.7	(55)	8.1	(139)	7.8	(123)	4.1	(98)	6.7	(83)
<b>RESERVE FUNDS</b>													
CERBT STRATEGY 1	2,127	1.5	2	13.8	10	11.0	0	9.5	(17)	4.6	(3)		
CERBT STRATEGY 2	387	1.2	1	11.8	20	10.3	11						
CERBT STRATEGY 3	53	0.9	2	8.8	26	9.1	(5)						
CALPERS HEALTH CARE BOND FUND	400	0.2	16	3.1	138	5.2	144	6.0	44	5.8	35		
LONG - TERM CARE FUND	3,849	0.7	6	7.8	47	7.3	38	8.5	0	5.3	10	8.2	26
<b>SECURITIES LENDING COLLATERAL REINVESTMENT POOLS</b>													
SECURITIES LENDING COLLATERAL REINVESTMENT POOLS	14,077	0.1	6	0.79	69	1.1	97	1.17	104	1.09	75	1.98	18

## Section V: Affiliate and Other Funds

**Gross Performance Summary** (for the month March 31, 2013)

	Ending Market Value (\$millions)	1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
		Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps
<b>DEFINED BENEFIT PLANS</b>													
JUDGES' RETIREMENT FUND	56	0.0	(2)	0.1	(4)	0.1	(6)	0.1	2	0.5	18	1.9	12
JUDGES' RETIREMENT SYSTEM II FUND	782	1.5	1	14.0	36	11.1	34	10.1	(24)	5.4	(13)	8.3	4
LEGISLATORS' RETIREMENT SYSTEM FUND	128	0.9	0	9.2	58	9.5	49	9.7	(9)	6.8	30	7.8	15
<b>DEFINED CONTRIBUTION AND DEFERRED COMPENSATION PLANS</b>													
		1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
CALPERS SUPPLEMENTAL INCOME 457 PLAN	1,073	2.1	210	11.6	(14)	8.9	(51)	7.8	(14)				
SUPPLEMENTAL CONTRIBUTIONS PLAN	20	1.9	2	11.7	(4)	8.7	(61)	8.1	(50)				
STATE PEACE OFFICERS' & FIREFIGHTERS' (POFF) SUPPLEMENTAL PLAN	496	1.9	1	12.1	(9)	8.7	(80)	8.4	(65)	4.8	(29)	7.5	(9)
<b>HEALTH AND OTHER POST-EMPLOYMENT BENEFIT FUNDS</b>													
		1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
CERBT STRATEGY 1	2,127	1.5	2	13.8	10	11.0	0	9.5	(17)	4.6	(3)		
CERBT STRATEGY 2	387	1.2	1	11.8	20	10.3	11						
CERBT STRATEGY 3	400	0.9	2	8.8	26	9.1	(5)						
CALPERS HEALTH CARE BOND FUND	400	0.2	16	3.1	138	5.2	144	6.0	44	5.8	35		
LONG - TERM CARE FUND	3,849	0.7	6	7.8	47	7.3	38	8.5	0	5.3	10	8.2	26
<b>RESERVE FUNDS</b>													
		1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
CONTINGENCY RESERVE FUND	6	0.0	(2)	0.1	(4)	0.1	(6)	0.1	2	0.5	18	1.9	13
<b>SECURITIES LENDING COLLATERAL</b>													
		1 Month		FYTD		1-Yr		3-Yr		5-Yr		10-Yr	
SECURITIES LENDING COLLATERAL REINVESTMENT POOLS	14,077	0.1	6	0.79	69	1.1	97	1.17	104	1.09	75	1.98	18

**Policy Violations** (for the month of March 31, 2013)

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**Exceptions to Policy**

According to policy requirements, the following is a summary of investment policy violations as reported by the program areas.

The following program areas had no violations to report for the month of March:

- o Affiliate Investments

**Policy Violations:**

New

Program Area or Asset Class	Event Date	Resolution Date	Policy Violated	Event Description	Resolution (expected) or Next Steps
No items to report					

## Section V: Affiliate and Other Funds

**Policy Violations** (for the month of March 31, 2013)

## Existing

Program Area or Asset Class	Event Date	Resolution Date	Policy Violated	Violation Description	Event Description and Resolution (expected) or Next Steps
Fixed Income (Sec Lending)	2/7/2012	Unresolved	Statement of Investment Policy for Securities Lending.	"SLM Student Loan Trust" (SLMA 2007-3 A2 10/25/17) was downgraded by S&P and no longer meets rating standards specified by the policy.	The violation was caused when Standard & Poor's downgraded the rating of the security. Moody's and Fitch maintain their Aaa/AAA ratings of the security. As of February 2013, the security has an approximately 1.3 years weighted average life and is generating principal returns. Since the event date, February 2012, 35% of the principal was recovered.  The Global Fixed Income Senior Investment Officer recommends holding the security to maturity due to the high quality of the collateral, short weighted average life and expected yield. Attached is Wilshire's letter for the most recent Policy Violations (Attachment 2).
Fixed Income (Sec Lending)	10/10/2011	Unresolved	Statement of Investment Policy for Securities Lending.	"ACCESS Group" (ACSS 2007-1 A2 4/25/17) was downgraded and no longer meets rating standards specified by the policy.	The violation was caused when Standard & Poor's and Moody's downgraded the rating of the security. Fitch maintains its AAA rating of the security. As of February 2013, the security has an approximately 1.16 years weighted average life and is generating partial returns. Since the event date, October 2011, 45% of the principal was recovered.  The Global Fixed Income Senior Investment Officer recommends holding the security to maturity due to the high quality of the collateral, short weighted average life and expected yield.
Fixed Income (Sec Lending)	12/21/2007	Unresolved	Statement of Investment Policy for Securities Lending.	"Ironside Holdings (SIV)" was downgraded and no longer meets rating standards specified by the policy.	This is a restructured Structured Investment Vehicle which is in a pay down mode, with no maturity date.  The Global Fixed Income Senior Investment Officer believes the current pricing of the restructured Structured Investment Vehicle is undervalued and recommends holding the security.
Fixed Income (Sec Lending)	8/29/2007	Unresolved	Statement of Investment Policy for Securities Lending.	"Gryphon (SIV)" was downgraded and no longer meets rating standards specified by the policy.	This is a restructured Structured Investment Vehicle which is in a pay down mode, with no maturity date.  The Global Fixed Income Senior Investment Officer believes the current pricing of the restructured Structured Investment Vehicles is undervalued and recommends holding the security.

## Section V: Affiliate and Other Funds

**Investment Transactions Summary (for the month of March 31, 2013)**

	Health and Other Post-Employment Benefit Funds					Reserve Fund
	CERBT Strategy 1 Fund	CERBT Strategy 2 Fund	CERBT Strategy 3 Fund	Health Care Bond Fund	Long - Term Care Fund	Contingency Reserve Fund
<b>Beginning Market Value</b>	2,075,358,152	375,661,134	52,563,042	399,059,697	3,816,272,276	6,113,098
<b>+ Purchases</b>	-	-	-	-	-	-
<b>- Sales</b>	-	-	-	-	-	-
<b>+ Unitized Fund Purchases</b>	13,175,000	7,250,000	-	291	59,147,866	-
<b>- Unitized Fund Sales</b>	(8,000,000)	(2,400,000)	(810,000)	(11,371)	(47,997,731)	-
<b>+/- Other Changes in MV</b>	46,441,691	6,549,083	1,289,201	967,478	21,773,038	61
<b>Ending Market Value</b>	2,126,974,843	387,060,217	53,042,243	400,016,095	3,849,195,449	6,113,159

	Defined Contribution and Deferred Compensation Plans	Defined Benefit Plans		
	Supplemental Income Plans (457/SCP/POFF)	Judges' Retirement Fund	Judges' Retirement System II Fund	Legislators' Retirement System Fund
<b>Beginning Market Value</b>	761,459,355	55,890,245	765,298,690	127,031,865
<b>+ Purchases</b>	-	-	-	-
<b>- Sales</b>	-	-	-	-
<b>+ Unitized Fund Purchases</b>	20,283,491	-	12,785,000	1,635,000
<b>- Unitized Fund Sales</b>	(24,293,197)	-	(7,100,000)	(2,313,000)
<b>+/- Other Changes in MV</b>	19,743,911	(1,105)	11,333,025	1,156,410
<b>Ending Market Value</b>	777,193,560	55,889,140	782,316,715	127,510,275

	Unitized Funds					Affiliated and Other Funds
	Public Equity	REIT	Income*	Inflation	Liquidity*	
<b>Beginning Market Value</b>	82,669,158,645	877,092,874	40,544,412,279	1,410,618,166	4,495,048,803	2,910,599,006
<b>+ Purchases</b>	4,365,032,966	4,132,439	19,371,636,029	442,965,372	17,390,872,495	205,846,778
<b>- Sales</b>	(3,555,543,177)	(779,419,164)	(18,839,949,656)	(387,147,647)	(18,106,210,611)	(199,387,976)
<b>+/- Other Changes in MV</b>	766,932,669	(631,773)	22,131,973	(47,206,232)	623,838,126	37,435,257
<b>Ending Market Value</b>	84,245,581,104	101,174,375	41,098,230,625	1,419,229,659	4,403,548,813	2,954,493,065

\* Maturities may be included due to the volume of transactions



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